

V I R G I N I A:

Application of ANR Production Company
for Exception to Statewide Spacing on
Well Number CO U8#11 in the
Lipps Magisterial District of
Wise County, Virginia

THIS CAUSE came on this 19th day of February, 1991, upon application of ANR Production Company requesting a variance from statewide spacing requirements in Section 45.1-361.17 of the Code of Virginia for Well Number CO U8#11, VGOB Number 0219-81, located in the Lipps District of Wise County, Virginia. ANR Production Company requests this Board's consent to drill Well Number CO U8#11 closer than 2,640 feet to ANR Well Number 10905 (CO V8#10) and Number 10913 (CO U8#2). ANR Production Company was represented by Richard A. Counts, Esquire, P. O. Box 298, Kingsport, Tennessee 37662-0298.

The Board, having hearing the testimony and reviewed the exhibits of ANR Production Company, finds as follows:

1. ANR Production Company has previously permitted Wells Number 10905 (CO V8#10) and Number 10913 (CO U8#2) in the Lipps District of Wise County.

2. ANR Production Company proposes to drill Well Number CO U8#11 at a location within 2,064.06 feet of the previously permitted ANR Well Number 10905 (CO U8#10) and 2,072.71 feet of the previously permitted ANR Well Number 10913 (CO U8#12). ANR Production Company has demonstrated to the satisfaction of the Board that due to topographical considerations and the

Environmental Impact Study performed by the U. S. Forest Service,
the proposed well location represents the optimal drill site.

Accordingly, it is the Order of this Board that ANR
Production Company be permitted to drill Well Number CO U8#11
within 2,064.06 feet of the previously permitted ANR Well Number
10905 (CO V8#10) and 2,072.71 feet of the previously permitted ANR
Well Number 10913 (CO U8#12).

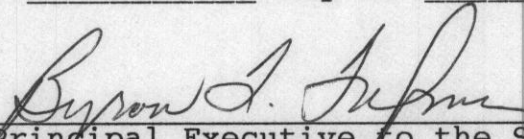
All members present and in agreement done and executed this

21st day of March, 1991.


CHAIRMAN

Done and performed this 21st day of March,

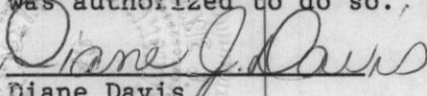
1991.


Principal Executive to the Staff
Virginia Gas and Oil Board

Gilbert bond
25% cotton

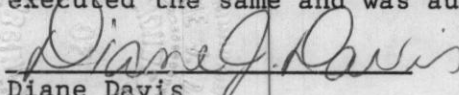
State of Virginia
County of Washington

Acknowledged on this 21st day of March, 19 91,
personally before me a notary public in and for the State of Virginia
appeared Benny Wampler, being duly sworn did depose and say that he is
Chairman of the Virginia Gas and Oil Board, that he executed the same and
was authorized to do so.


Diane Davis
Notary Public
My commission expires 9/23/92

State of Virginia
County of Washington

Acknowledged on this 21st day of March, 19 91,
personally before me a notary public in and for the State of Virginia
appeared Byron Thomas Fulmer, being duly sworn did depose and say that he is
Principal Executive to the Staff of the Virginia Gas and Oil Board, that he
executed the same and was authorized to do so.


Diane Davis
Notary Public
My commission expires 9/23/92